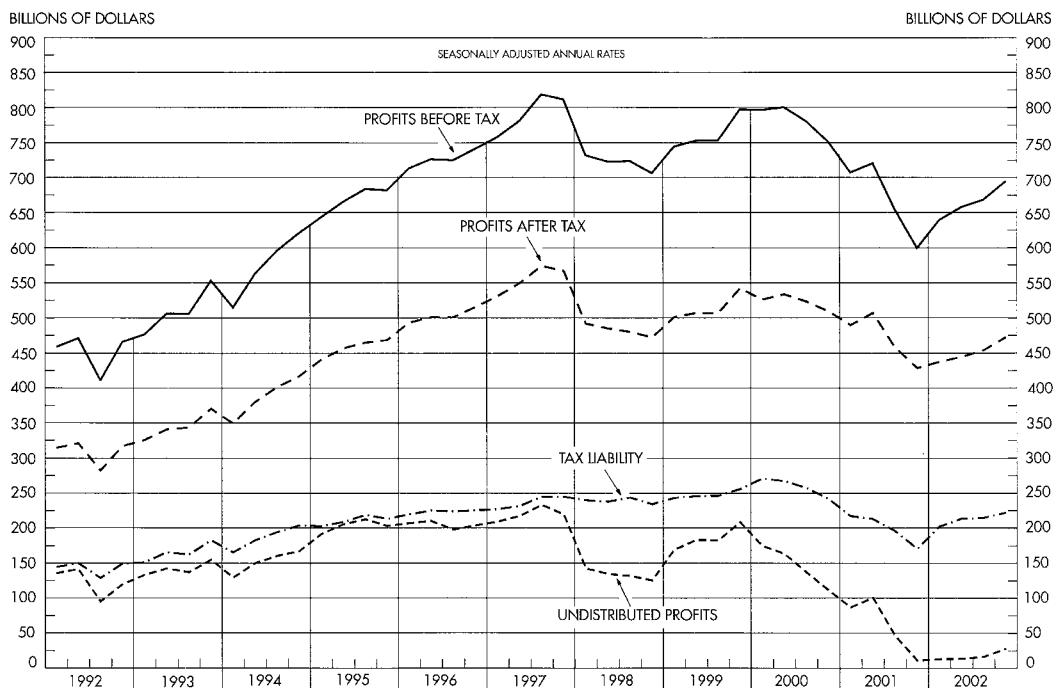


CORPORATE PROFITS

In the fourth quarter of 2002, according to current estimates, corporate profits before tax rose \$26.4 billion (annual rate) and profits after tax rose \$18.7 billion.



SOURCE: DEPARTMENT OF COMMERCE

COUNCIL OF ECONOMIC ADVISERS

[Billions of dollars; quarterly data at seasonally adjusted annual rates]

Period	Profits (before tax) with inventory valuation adjustment ¹								Profits before tax	Tax liability	Profits after tax			Inventory valuation adjustment		
	Total ²	Domestic industries									Total	Dividends	Undistributed profits			
		Total	Financial	Nonfinancial												
1993	506.4	429.6	127.9	301.7	108.4	69.6	28.2	39.7	510.4	165.4	345.0	203.1	141.9	-4.0		
1994	561.0	483.7	114.7	369.0	139.6	82.9	33.1	46.6	573.4	186.7	386.7	234.9	151.8	-12.4		
1995	650.2	558.2	154.3	403.8	166.1	85.8	29.4	44.1	668.5	211.0	457.5	254.2	203.3	-18.3		
1996	729.4	628.6	165.3	463.3	181.2	91.4	42.6	52.9	726.3	223.6	502.7	297.7	205.0	3.1		
1997	800.8	690.2	185.7	504.5	195.2	85.0	49.2	63.9	792.4	237.2	555.2	335.2	220.0	8.4		
1998	739.4	637.2	158.4	478.8	164.3	79.1	55.9	73.8	721.1	238.8	482.3	348.7	133.6	18.3		
1999	757.9	637.6	181.7	455.9	157.5	57.2	54.4	75.6	762.1	247.8	514.3	328.4	185.9	-4.2		
2000	767.3	624.0	201.0	423.0	159.8	36.6	62.1	73.4	782.3	259.4	522.9	376.1	146.8	-15.0		
2001	675.1	524.4	190.6	333.7	83.4	27.7	44.8	79.1	670.2	199.3	470.9	409.6	61.2	5.0		
2002	658.3	539.0	217.3	321.7	92.6	16.7	47.3	81.2	665.2	213.3	451.9	434.3	17.6	-6.9		
1999: I	760.5	647.1	175.1	471.9	159.1	63.9	57.4	79.4	744.4	243.1	501.3	332.0	169.2	16.0		
II	750.5	635.0	170.2	464.8	161.0	53.3	53.7	79.8	752.9	246.0	506.9	323.7	183.2	-2.5		
III	739.6	624.0	183.2	440.9	155.8	53.1	50.0	71.0	753.4	246.3	507.1	324.3	182.8	-13.8		
IV	781.0	644.5	198.4	446.1	154.0	58.6	56.4	72.3	797.6	255.7	542.0	333.5	208.5	-16.6		
2000: I	774.3	642.7	201.7	441.0	167.6	43.6	57.3	77.7	796.9	270.8	526.1	351.1	174.9	-22.6		
II	784.2	642.7	193.1	449.7	176.1	35.7	66.7	74.1	800.5	267.3	533.3	369.7	163.6	-16.4		
III	772.3	626.9	204.5	422.4	160.7	34.4	67.1	74.0	780.6	257.4	523.2	386.1	137.1	-8.3		
IV	738.6	583.6	204.9	378.8	134.6	32.8	57.4	67.9	751.1	241.9	509.2	397.6	111.6	-12.5		
2001: I	696.9	560.8	208.2	352.6	92.3	36.6	45.2	75.7	707.0	217.3	489.7	402.9	86.8	-10.1		
II	714.0	553.6	191.6	362.0	99.2	34.3	41.0	77.8	720.2	213.1	507.1	406.5	100.7	-6.2		
III	663.2	521.4	162.7	358.7	91.1	33.3	45.9	82.6	654.3	196.2	458.1	411.4	46.7	8.9		
IV	626.3	461.6	200.1	261.5	50.9	6.5	46.9	80.5	599.1	170.6	428.5	417.7	10.8	27.2		
2002: I	641.3	509.3	218.2	291.1	68.9	15.0	41.2	81.4	639.4	202.4	437.0	424.2	12.8	1.9		
II	652.2	537.1	218.5	318.6	91.9	17.1	44.8	86.0	657.9	213.7	444.3	430.8	13.5	-5.7		
III	653.4	537.3	216.1	321.2	100.5	13.2	44.5	82.5	668.5	214.7	453.8	437.7	16.1	-15.1		
IV	686.4	572.3	216.5	355.8	108.9	21.5	58.9	75.1	694.9	222.4	472.5	444.3	28.2	-8.5		

¹ See p. 4 for profits with inventory valuation and capital consumption adjustments.

² Includes rest of the world, not shown separately.

³ Includes industries not shown separately.

⁴ Transportation and public utilities.

Source: Department of Commerce, Bureau of Economic Analysis.